

Par. 2. In §1.860A-1, paragraph (b)(5) is added to read as follows:

§1.860A-1 Effective dates and transition rules.

* * * * *

(b) * * *

(5) [The text of the proposed amendment to §1.860A-1(b)(5) is the same as the text of §1.860A-1T(b)(5) published elsewhere in this issue of the Bulletin].

Par. 3. In §1.860G-3, paragraph (b) is added to read as follows:

§1.860G-3 Treatment of foreign persons.

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(b) [The text of the proposed amendment to §1.860G-3(b) is the same as the text of §1.860G-3T(b) published elsewhere in this issue of the Bulletin].

Par. 4. Section 1.863-1 is amended as follows:

1. The paragraph heading for paragraph (e) is revised.

2. The text of paragraph (e) is redesignated as (e)(1).

3. A new paragraph heading for paragraph (e)(1) is added.

4. A new paragraph (e)(2) is added.

5. The last sentence of paragraph (f) is revised and a new sentence is added to the end.

The revisions and additions read as follows:

§1.863-1 Allocation of gross income under section 863(a).

* * * * *

(e) *Residual interest in a REMIC*—(1) *REMIC inducement fees.* * * *

(2) [The text of the proposed amendment to §1.863-1(e)(2) is the same as the text of §1.863-1T(e)(2) published elsewhere in this issue of the Bulletin].

(f) [The text of proposed amendment to §1.863-1(f) is the same as the text of §1.863-1T(f) published elsewhere in this issue of the Bulletin].

Par. 5. Section 1.1441-2 is amended by adding paragraphs (b)(5) and (d)(4) and a sentence to the end of paragraph (f) to read as follows:

§1.1441-2 Amounts subject to withholding.

* * * * *

(b) * * *

(5) [The text of the proposed amendment to §1.1441-2(b)(5) is the same as the text of §1.1441-2T(b)(5) published elsewhere in this issue of the Bulletin].

* * * * *

(d) * * *

(4) [The text of the proposed amendment to §1.1441-2(d)(4) is the same as the text of §1.1441-2T(d)(4) published elsewhere in this issue of the Bulletin].

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(f) [The text of the proposed amendment to §1.1441-2T(f)(1) is the same as the text of §1.1441-2T(f)(1) published elsewhere in this issue of the Bulletin].

Mark E. Matthews,
*Deputy Commissioner for
Services and Enforcement.*

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Deletions From Cumulative List of Organizations Contributions to Which are Deductible Under Section 170 of the Code

Announcement 2006-55

The Internal Revenue Service has revoked its determination that the organizations listed below qualify as organizations described in sections 501(c)(3) and 170(c)(2) of the Internal Revenue Code of 1986.

Generally, the Service will not disallow deductions for contributions made to a listed organization on or before the date of announcement in the Internal Revenue Bulletin that an organization no longer qualifies. However, the Service is not precluded from disallowing a deduction for any contributions made after an organization ceases to qualify under section 170(c)(2) if the organization has not timely filed a suit for declaratory judgment under section 7428 and if the contributor (1) had knowledge of the revocation of the ruling or determination letter, (2) was aware that such revocation was imminent, or (3) was in part responsible for or was aware of the activities or omissions of the organization that brought about this revocation.

If on the other hand a suit for declaratory judgment has been timely filed, contributions from individuals and organizations described in section 170(c)(2) that are otherwise allowable will continue to be deductible. Protection under section 7428(c) would begin on August 28, 2006, and would end on the date the court first determines that the organization is not described in section 170(c)(2) as more particularly set forth in section 7428(c)(1). For individual contributors, the maximum deduction protected is \$1,000, with a husband and wife treated as one contributor. This benefit is not extended to any individual, in whole or in part, for the acts or omissions of the organization that were the basis for revocation.

Aviation Safety Council, Inc.
Pasadena, CA
Budget and Credit Counseling
Services, Inc.
New York, NY
Mason Credit Counseling, Inc.
Hauppauge, NY

Computer Software Under Section 199(c)(5)(B); Correction

Announcement 2006-56

AGENCY: Internal Revenue Service (IRS), Treasury.

ACTION: Correcting amendments.

SUMMARY: This document contains a correction to temporary regulations (T.D. 9262, 2006-24 I.R.B. 1040) that were published in the **Federal Register** on Thursday, June 1, 2006 (71 FR 31074) concerning the application of section 199 of the Internal Revenue Code, which provides a deduction for income attributable to domestic production activities, to certain transactions involving computer software.

DATES: These corrections are effective June 1, 2006.

FOR FURTHER INFORMATION CONTACT: Paul Handleman or Lauren Ross Taylor, (202) 622-3040 (not a toll-free number).